

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 2536 - HB 2844

March 4, 2022

SUMMARY OF BILL: Creates the “K-12 Block Grant Act”. Requires the Department of Education (DOE) to administer a kindergarten through grade twelve (K-12) block grant program. Requires local education agencies (LEAs) to report on the use of grants funds beginning February 1, 2023. Requires \$250,000,000 from excess state tax revenue over-collected in FY20-21 and FY21-22 to be appropriated from the General Fund for K-12 block grants.

FISCAL IMPACT:

Increase State Expenditures - \$250,000,000/FY22-23

Increase Local Revenue - \$250,000,000/FY22-23

Assumptions:

- The proposed legislation will provide additional funding for districts to use on non-recurring expenditures in each LEA.
- Local boards of education are prohibited from using the funds for salaries or other recurring expenditures.
- The total one-time increase in state expenditures will be \$250,000,000 in FY22-23.
- The total one-time increase in local revenue will be \$250,000,000 in FY22-23.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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